

**Amendments to the Claims:**

Please amend Claims 1-4 as follows. Cancel Claims 5 and 6. The changes are shown with ~~striketrough~~ for deleted matter and underlining for added matter. A complete listing of the claims is set out below with proper claim identifiers.

1. (Currently amended) A process for producing polyorganosiloxane-containing graft copolymer, ~~comprising; prepared by~~  
preparing a polyorganosiloxane latex (A),  
polymerizing 0 to 10 parts by weight of a vinyl monomer (D) comprising  
100 to 50 percent by weight of a polyfunctional monomer (B) containing at least two polymerizable unsaturated bonds and  
0 to 50 percent by weight of another copolymerizable monomer (C) in the presence of  
30 to 95 parts by weight of a the polyorganosiloxane latex (A), and then  
polymerizing 5 to 70 parts by weight of a vinyl monomer (E) (the sum of (A), (D), and (E) being 100 parts by weight);  
wherein the polyorganosiloxane latex (A) is prepared by emulsion polymerization of a linear or branched siloxane having a terminal group selected from a hydroxyl group, an amino group, and a hydrolysable group, and then  
0.1 to 10 percent by weight of a graft crosslinking agent based on an amount of the linear or branched siloxane; and  
wherein the linear or branched siloxane contains 0.7 percent by weight or less of a cyclic, low-molecular weight siloxane having 10 or less silicon atoms and wherein the graft crosslinking agent has 2 or more hydrolysable group and a vinyl group.

2. (Currently amended) The process for producing polyorganosiloxane-containing graft copolymer according to Claim 1,  
wherein the vinyl monomer (D) is 0.1 to 10 parts by weight.

3. (Currently amended) The process for producing polyorganosiloxane-containing graft copolymer according to Claim 1 or 2,

wherein a radical initiator (F) having a water solubility of 0.5 g/100 g (20°C) or more is used in polymerizing the (D) and/or the (E).

4. (Currently amended) The process for producing polyorganosiloxane-containing graft copolymer according to any one of Claims 1 to 3, wherein the vinyl monomer (E) is at least one monomer selected from the group consisting of an aromatic vinyl monomer, a vinylcyanide monomer, a (meth)acrylate monomer, and a carboxyl group-containing vinyl monomer.

5. (Canceled)

6. (Canceled)